

# **CAMPBELL, KUSTERER & CO., P.C.**

CERTIFIED PUBLIC ACCOUNTANTS

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## **AUDIT COMMUNICATION AND REPORT OF COMMENTS AND RECOMMENDATIONS**

January 23, 2009

To the Township Board  
Charter Township of Hampton  
Bay County, Michigan

We have audited the financial statements of the Charter Township of Hampton for the year ended December 31, 2008. As required by auditing standards generally accepted in the United States, the independent auditor is required to make several communications to the governing body having oversight responsibility for the audit. The purpose of this communication is to provide you with additional information regarding the scope and results of our audit that may assist you with your oversight responsibilities of the financial reporting process for which management is responsible.

### **AUDITOR'S RESPONSIBILITY UNDER AUDITING STANDARDS GENERALLY ACCEPTED IN THE UNITED STATES**

We conducted our audit of the financial statements of the Charter Township of Hampton in accordance with auditing standards generally accepted in the United States. The following paragraph explains our responsibilities under those standards.

Management has the responsibility for adopting sound accounting policies, for maintaining an adequate and effective system of accounts, for the safeguarding of assets, and for devising an internal control structure that will, among other things, help assure the proper recording of transactions. The transactions that should be reflected in the accounts and in the financial statements are matters within the direct knowledge and control of management. Our knowledge of such transactions is limited to that acquired through our audit. Accordingly, the fairness of representations made through the financial statements is an implicit and integral part of management's accounts and records. However, our responsibility for the financial statements is confined to the expression of an opinion on them. The financial statements remain the responsibility of management.

The concept of materiality is inherent in the work of an independent auditor. An auditor places greater emphasis on those items that have, on a relative basis, more importance to the financial statements and greater possibilities of material error than those items of lesser importance or those in which the possibility of material error is remote.

For this purpose, materiality has been defined as "the magnitude of an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would have been changed or influenced by the omission or misstatement."

An independent auditor's objective in an audit is to obtain sufficient competent evidential matter to provide a reasonable basis for forming an opinion on the financial statements. In doing so, the auditor must work within economic limits; the opinion, to be economically useful, must be formed within a reasonable length of time and at reasonable cost. That is why an auditor's work is based on selected tests rather than an attempt to verify all transactions. Since evidence is examined on a test basis only, an audit provides only reasonable assurance, rather than absolute assurance, that financial statements are free of material misstatement. Thus, there is a risk that audited financial statements may contain undiscovered material errors or fraud. The existence of that risk is implicit in the phrase in the audit report, "in our opinion."

To the Township Board  
Charter Township of Hampton  
Bay County, Michigan

In the audit process, we gain an understanding of the internal control structure of an entity for the purpose of assisting in determining the nature, timing, and extent of audit testing. Our understanding is obtained by inquiry of management, testing transactions, and observation and review of documents and records. The amount of work done is not sufficient to provide a basis for an opinion on the adequacy of the internal control structure.

#### **SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies are described in Note 1 to the financial statements.

#### **OTHER COMMUNICATIONS**

Auditing standards call for us to inform you of other significant issues such as, but not limited to, 1) Accounting estimates that are particularly sensitive because of their significance to the financial statements or because of the possibility that future events affecting them may differ markedly from management's current judgments; 2) Significant audit adjustments that may not have been detected except through the auditing procedures we performed; 3) Disagreements with management regarding the scope of the audit or application of accounting principles; 4) Consultation with other accountants; 5) Major issues discussed with management prior to retention; and 6) Difficulties encountered in performing the audit.

We have no significant issues, regarding these matters, to report to you at this time. Audit adjustments were minimal, and are available to review.

#### **COMMENTS AND RECOMMENDATION REGARDING INTERNAL CONTROLS/ COMPLIANCE/ EFFICIENCY**

Our procedures disclosed the following conditions that we would like to bring to your attention:

##### **SEGREGATION OF DUTIES**

The Township's system of internal control is affected by the size of staff that it can employ.

The ultimate accounting system would include enough employees to completely segregate all aspects of each transaction. Different departments or individuals would handle: transaction authorization, transaction execution, asset handling, recording of transactions, review of transactions and subsequent control of assets.

The Township cannot enact a complete segregation of all aspects of each transaction due to the nature of local units of government. The "cost to benefit" relationship also would not justify a complete segregation of all duties.

We recommend that the Township Board Members understand these circumstances when performing their oversight responsibilities.

These conditions were considered in determining the nature, timing and extent of the audit tests to be applied in our audit of the Township's financial statements and this communication of these matters does not affect our report on the Township's financial statements, dated December 31, 2008.

#### **SUMMARY**

We welcome any questions you may have regarding the foregoing comments and we would be happy to discuss any of these or other questions that you might have at your convenience.

Sincerely,

*Campbell, Kusterer & Co., P.C.*  
CAMPBELL, KUSTERER & CO., P.C.  
Certified Public Accountants

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

FINANCIAL REPORT WITH  
SUPPLEMENTARY INFORMATION

Year Ended December 31, 2008

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1
Management's Discussion and Analysis	2-4
Basic Financial Statements:	
Government-wide Financial Statements:	
Government-wide Statement of Net Assets	5
Government-wide Statement of Activities	6
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	7
Reconciliation of Balance Sheet of Governmental Funds to the Statement of Net Assets	8
Statement of Revenues, Expenditures, and Changes in Fund Balances	9-10
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	11
Notes to Financial Statements	12-21
Required Supplemental Information:	
Budgetary Comparison Schedule – General Fund	22-23
Budgetary Comparison Schedule – Road Fund	24
Other Supporting Information:	
General Fund Revenues by Detailed Account	25
General Fund Expenditures by Detailed Account	26-31
Combining Balance Sheet – All Nonmajor Funds	32
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Nonmajor Funds	33
Combining Balance Sheet – All Agency Funds	34
Combining Statement of Changes in Assets and Liabilities – All Agency Funds	35
Current Tax Collection Fund Schedule of Cash Receipts and Disbursements	36
Agency Fund Schedule of Cash Receipts and Disbursements	37

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## **INDEPENDENT AUDITOR'S REPORT**

January 23, 2009

To the Township Board  
Charter Township of Hampton  
Bay County, Michigan

We have audited the accompanying financial statements of the governmental activities and each major fund of Charter Township of Hampton, Bay County, Michigan as of and for the year ended December 31, 2008, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Charter Township of Hampton's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Charter Township of Hampton, Bay County, Michigan as of December 31, 2008, and the respective changes in financial position, of these activities and funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and budgetary comparison information listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the Township's basic financial statements. The other supporting information described in the accompanying table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, it is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Campbell, Kusterer & Co., P.C.*  
CAMPBELL, KUSTERER & CO., P.C.  
Certified Public Accountants

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended December 31, 2008

The Management's Discussion and Analysis report for the Charter Township of Hampton covers the Township's financial performance during the year ended December 31, 2008.

FINANCIAL HIGHLIGHTS

Our financial status remained approximately the same over the last year. Net assets at December 31, 2008 totaled \$4,248,639.02 for all funds. Overall total net assets increased by \$53,302.17 for the year 2008.

General Fund revenues were \$4,180,740.15 and General Fund expenditures were \$4,153,911.59.

Taxable value was \$459,636,342.00.

OVERVIEW OF FINANCIAL STATEMENTS

This annual report consists of three parts, management's discussion and analysis, the basic financial statements and required supplementary information. The basic financial statements include two different kinds of statements that present different views of the Township and the notes to the financial statements.

The first two statements are entity-wide financial statements and provide both long and short-term information about our overall financial status. These statements present government activities.

The remaining statements are fund financial statements, which focus on individual parts of the Township in more detail.

The notes to the financial statements explain some of the information in the statements and provide more detailed data.

Required supplementary information further explains and supports the financial statement information with budgetary comparisons.

ENTITY-WIDE FINANCIAL STATEMENTS

The entity-wide statements report information about the Township as a whole using accounting methods used by private companies. The statement of net assets includes all of the Township's assets and liabilities. The statement of activities records all of the current year revenues and expenditures regardless of when received or paid.

The two entity-wide statements report net assets and how they have changed. Net assets are the difference between the entity's assets and liabilities and this is one method to measure the entity's financial health or position.

Over time increases/decreases in the entity's net assets are an indicator of whether financial position is improving or deteriorating.

To assess overall health of the entity you may also have to consider additional factors such as tax base changes, facility conditions and personnel changes.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

MANAGEMENT'S DISCUSSION AND ANALYSIS- ENTITY-WIDE  
FINANCIAL INFORMATION – CONDENSED FINANCIAL INFORMATION  
December 31, 2008

	<u>Total</u> <u>Governmental</u> <u>Activities</u> <u>2007</u>	<u>Total</u> <u>Governmental</u> <u>Activities</u> <u>2008</u>
Current Assets	6 074 455	5 450 685
Capital Assets	<u>3 625 750</u>	<u>4 309 608</u>
Total Assets	<u>9 700 205</u>	<u>9 760 293</u>
Current Liabilities	3 522 172	3 549 722
Non-current Liabilities	<u>1 982 696</u>	<u>1 961 932</u>
Total Liabilities	<u>5 504 868</u>	<u>5 511 654</u>
Net Assets:		
Invested in Capital		
Assets	2 796 113	2 534 608
Reserved	890 229	164 333
Unrestricted	<u>508 995</u>	<u>1 549 698</u>
Total Net Assets	<u><u>4 195 337</u></u>	<u><u>4 248 639</u></u>
	<u>Governmental</u> <u>Activities</u> <u>2007</u>	<u>Governmental</u> <u>Activities</u> <u>2008</u>
Program Revenues:		
Fees and Charges		
for Services	1 071 293	891 719
Operating Grants and		
Contributions	2 717	-
General Revenues:		
Property Taxes	2 820 776	2 948 726
State Revenue Sharing	744 613	716 894
Interest	230 881	101 783
Miscellaneous	<u>33 848</u>	<u>122 501</u>
Total Revenues	<u>4 904 128</u>	<u>4 781 623</u>
Program Expenses:		
General Government		
and Administration	719 677	752 663
Public Safety	1 816 872	1 845 379
Public Works	1 456 556	1 563 048
Recreation and Culture	176 176	95 323
Other	363 925	382 670
Interest on Long-Term Debt	<u>37 034</u>	<u>89 238</u>
Total Expenses	<u>4 570 240</u>	<u>4 728 321</u>
Increase in Net Assets	333 888	53 302
Net Assets, January 1	<u>3 861 449</u>	<u>4 195 337</u>
Net Assets, December 31	<u><u>4 195 337</u></u>	<u><u>4 248 639</u></u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the year ended December 31, 2008

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the Township's funds, focusing on significant (major) funds not the Township as a whole. Funds are used to account for specific activities or funding sources. Some funds are required by law or bond covenants. The Township Board also may create them. Funds are established to account for funding and spending of specific financial resources and to show proper expenditures of those resources.

The Township has Governmental Funds. These funds are presented on the modified accrual basis, which is designed to show short-term financial information. You will note that the differences between the Township's entity-wide statements and the fund statements are disclosed in reconciling statements to explain the differences between them.

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE

During the year the Township blacktopped three (3) miles of roadway as well as chip and sealed an additional eight (8) miles with a specially voted millage. The Township also installed a sidewalk on Pine Street using DDA and Road Fund monies, also, a walkway was installed on Nebobish and parking lot improvements were made at the Pondsides Park and the bulk water station at the Fire Department. The Township recognized a \$7,500.00 state grant for continued improvements to our Nature Trail for which a dedication ceremony was held in June of 2008. Channel maintenance continued at the Finn Road Park along with the installation of a channel light & wind sock. Two (2) vehicles were purchased in 2008 – a dump truck for the DPW and a new police vehicle. The Township continues to maintain and upgrade its facilities in 2008 giving special attention to the Senior Building and the Transfer Station.

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

The General Fund pays for all of the Township services with the exception of the blacktopping of the roads. The most significant costs to the Township are the Department of Public Works (which consists of our parks, landfill, water and sewer departments), the Police Department and the Fire Department.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

The Township's governmental activities invested \$926,470.76 in capital assets.

The Township's governmental activities paid off \$30,000.00 of principal on long-term debt.

KNOWN FACTORS AFFECTING FUTURE OPERATIONS

The future of state revenue sharing is much clouded and it represents a significant portion of our income. We continue to grow in taxable value.

CONTACTING THE TOWNSHIP'S MANAGEMENT

This financial report is designed to provide our taxpayers, creditors and investors with a general overview of the Township's finances and to demonstrate the Township's accountability for the revenues it receives. If you have any questions concerning this report please contact the Township Supervisor, Township Treasurer or Township Clerk at 989-893-7541 or e-mail us through our website at [www.hamptontownship.org](http://www.hamptontownship.org).

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GOVERNMENT-WIDE STATEMENT OF NET ASSETS  
December 31, 2008

	<u>Governmental Activities</u>
ASSETS:	
CURRENT ASSETS:	
Cash in bank	3 031 603 76
Cash on hand	715 00
Taxes receivable	2 196 058 39
Accounts receivable	96 555 41
Due from other units	<u>125 752 00</u>
Total Current Assets	<u>5 450 684 56</u>
NON-CURRENT ASSETS:	
Capital Assets	7 425 501 31
Less: Accumulated Depreciation	<u>(3 115 893 01)</u>
Total Non-current Assets	<u>4 309 608 30</u>
TOTAL ASSETS	<u><u>9 760 292 86</u></u>
LIABILITIES AND NET ASSETS:	
LIABILITIES:	
CURRENT LIABILITIES:	
Accounts payable	521 448 85
Deposits	20 093 30
Deferred revenue	<u>3 008 180 09</u>
Total Current Liabilities	<u>3 549 722 24</u>
NON-CURRENT LIABILITIES:	
Bonds payable	1 775 000 00
Accrued compensated absences	<u>186 931 60</u>
Total Non-current Liabilities	<u>1 961 931 60</u>
Total Liabilities	<u>5 511 653 84</u>
NET ASSETS:	
Invested in Capital Assets, Net of Related Debt	2 534 608 30
Reserved	164 333 44
Unrestricted	<u>1 549 697 28</u>
Total Net Assets	<u>4 248 639 02</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>9 760 292 86</u></u>

The accompanying notes are an integral part of these financial statements.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GOVERNMENT-WIDE STATEMENT OF ACTIVITIES  
Year ended December 31, 2008

		Program Revenue	Governmental Activities
			Net (Expense) Revenue and Changes in Net Assets
FUNCTIONS/PROGRAMS	<u>Expenses</u>	<u>Charges for Services</u>	
Governmental Activities:			
Legislative	82 586 02	-	(82 586 02)
General government	670 076 88	150 068 62	(520 008 26)
Public safety	1 845 379 17	89 692 27	(1 755 686 90)
Public works	1 563 047 77	573 933 71	(989 114 06)
Recreation and culture	95 323 16	78 024 00	(17 299 16)
Other	382 670 49	-	(382 670 49)
Interest on long-term debt	<u>89 237 52</u>	<u>-</u>	<u>(89 237 52)</u>
Total Governmental Activities	<u><u>4 728 321 01</u></u>	<u><u>891 718 60</u></u>	<u><u>(3 836 602 41)</u></u>
General Revenues:			
Property taxes			2 948 725 93
State revenue sharing			716 894 01
Interest			101 783 41
Miscellaneous			<u>122 501 23</u>
Total General Revenues			<u>3 889 904 58</u>
Change in net assets			53 302 17
Net assets, beginning of year			<u>4 195 336 85</u>
Net Assets, End of Year			<u><u>4 248 639 02</u></u>

The accompanying notes are an integral part of these financial statements.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

BALANCE SHEET – GOVERNMENTAL FUNDS  
December 31, 2008

	<u>General</u>	<u>Road</u>	<u>G.O. Limited Tax Bond Construction</u>	<u>Other Funds</u>
<u>Assets</u>				
Cash in bank	1 707 148 72	212 934 65	-	549 847 65
Cash on hand	715 00	-	-	-
Accounts receivable	96 555 41	-	-	-
Due from other units	125 752 00	-	-	-
Due from other funds	<u>2 417 460 92</u>	<u>298 315 77</u>	<u>-</u>	<u>93 269 37</u>
Total Assets	<u>4 347 632 05</u>	<u>511 250 42</u>	<u>-</u>	<u>643 117 02</u>
<u>Liabilities and Fund Equity</u>				
Liabilities:				
Accounts payable	521 448 85	-	-	-
Deposits	20 093 30	-	-	-
Due to other funds	-	-	-	51 314 93
Deferred revenue – water	49 231 45	-	-	-
Deferred revenue – property taxes	<u>2 502 932 36</u>	<u>298 315 77</u>	<u>-</u>	<u>157 700 51</u>
Total liabilities	<u>3 093 705 96</u>	<u>298 315 77</u>	<u>-</u>	<u>209 015 44</u>
Fund equity:				
Fund balances:				
Reserved for debt service	-	-	-	164 333 44
Unreserved:				
Undesignated	<u>1 253 926 09</u>	<u>212 934 65</u>	<u>-</u>	<u>269 768 14</u>
Total fund equity	<u>1 253 926 09</u>	<u>212 934 65</u>	<u>-</u>	<u>434 101 58</u>
Total Liabilities and Fund Equity	<u>4 347 632 05</u>	<u>511 250 42</u>	<u>-</u>	<u>643 117 02</u>

The accompanying notes are an integral part of these financial statements.

Total

2 469 931 02

715 00

96 555 41

125 752 00

2 809 046 06

5 501 999 49

521 448 85

20 093 30

51 314 93

49 231 45

2 958 948 64

3 601 037 17

164 333 44

1 736 628 88

1 900 962 32

5 501 999 49

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

RECONCILIATION OF BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
December 31, 2008

TOTAL FUND BALANCES – GOVERNMENTAL FUNDS	1 900 962 32
Amounts reported for governmental activities in the statement of net assets are different because –	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheet:	
Capital assets at cost	7 425 501 31
Accumulated depreciation	(3 115 893 01)
Long-term debt liabilities are not due and payable in the current period and therefore are not reported in the governmental funds:	
Bonds payable	(1 775 000 00)
Accrued compensated absences	<u>(186 931 60)</u>
TOTAL NET ASSETS – GOVERNMENTAL ACTIVITIES	<u><u>4 248 639 02</u></u>

The accompanying notes are an integral part of these financial statements.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
GOVERNMENTAL FUNDS

Year ended December 31, 2008

	<u>General</u>	<u>Road</u>	<u>G.O. Limited Tax Bond Construction</u>	<u>Other Funds</u>
Revenues:				
Property taxes	2 504 539 85	296 222 31	-	147 963 77
Licenses and permits	122 671 69	-	-	89 692 27
State revenue sharing	716 894 01	-	-	-
Charges for services	601 330 64	-	-	-
Interest	79 778 73	3 397 42	10 070 40	8 536 86
Miscellaneous	<u>155 525 23</u>	<u>-</u>	<u>-</u>	<u>45 000 00</u>
Total revenues	<u>4 180 740 15</u>	<u>299 619 73</u>	<u>10 070 40</u>	<u>291 192 90</u>
Expenditures:				
Legislative:				
Township Board	82 586 02	-	-	-
General government:				
Supervisor	67 959 04	-	-	-
Elections	12 143 55	-	-	-
Accounting department	176 170 13	-	-	-
Assessor	155 429 66	-	-	-
Attorney	20 915 07	-	-	-
Consultant	10 920 14	-	-	-
Clerk	71 485 87	-	-	-
Geographic information system	58 24	-	-	-
Board of Review	1 251 58	-	-	-
Treasurer	80 554 74	-	-	-
Township hall and grounds	26 054 05	-	-	-
Citizens community building	22 171 45	-	-	-
Public relations	8 043 94	-	-	-
Public safety:				
Police department	955 716 37	-	-	-
Fire department	735 536 71	-	-	-
Building inspection	-	-	-	64 732 62
Planning Commission	9 200 37	-	-	-
Board of Appeals	3 523 65	-	-	-
Public works:				
Department of Public Works	652 775 65	-	-	-
Weed control	215 18	-	-	-
Drains	15 01	-	-	-
Highways and streets	5 688 40	234 120 55	-	-
Engineering	11 891 00	-	-	-
Street lighting	101 657 85	-	-	-
Sanitation	130 117 59	-	-	-
Sewer	166 556 02	-	-	-
Water	125 611 78	-	-	-

The accompanying notes are an integral part of these financial statements.

Total

2 948 725 93  
212 363 96  
716 894 01  
601 330 64  
101 783 41  
200 525 23

4 781 623 18

82 586 02

67 959 04  
12 143 55  
176 170 13  
155 429 66  
20 915 07  
10 920 14  
71 485 87  
58 24  
1 251 58  
80 554 74  
26 054 05  
22 171 45  
8 043 94

955 716 37  
735 536 71  
64 732 62  
9 200 37  
3 523 65

652 775 65  
215 18  
15 01  
239 808 95  
11 891 00  
101 657 85  
130 117 59  
166 556 02  
125 611 78

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –  
GOVERNMENTAL FUNDS  
Year ended December 31, 2008

	<u>General</u>	<u>Road</u>	<u>G.O. Limited Tax Bond Construction</u>	<u>Other Funds</u>
Recreation and culture:				
Recreation – parks	62 526 52	-	-	-
Recreation – parks – other	7 321 84	-	-	-
Rail Trail	1 614 97	-	-	-
Other functions:				
Downtown Development Authority	-	-	-	25 701 29
Insurance	124 018 26	-	-	-
Hospitalization	232 950 94	-	-	-
Capital outlay	91 230 00	-	825 497 32	9 743 44
Debt service	-	-	-	119 237 52
Total expenditures	<u>4 153 911 59</u>	<u>234 120 55</u>	<u>825 497 32</u>	<u>219 414 87</u>
Excess (deficiency) of revenues over expenditures	<u>26 828 56</u>	<u>65 499 18</u>	<u>(815 426 92)</u>	<u>71 778 03</u>
Other financing sources (uses):				
Operating transfers in	-	12 025 60	-	220 100 00
Operating transfers out	-	-	(12 025 60)	(220 100 00)
Total other financing sources (uses)	<u>-</u>	<u>12 025 60</u>	<u>(12 025 60)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	26 828 56	77 524 78	(827 452 52)	71 778 03
Fund balances, January 1	<u>1 227 097 53</u>	<u>135 409 87</u>	<u>827 452 52</u>	<u>362 323 55</u>
Fund Balances, December 31	<u><u>1 253 926 09</u></u>	<u><u>212 934 65</u></u>	<u><u>-</u></u>	<u><u>434 101 58</u></u>

The accompanying notes are an integral part of these financial statements.

Total

62 526 52  
7 321 84  
1 614 97

25 701 29  
124 018 26  
232 950 94  
926 470 76  
119 237 52

5 432 944 33

(651 321 15)

232 125 60  
(232 125 60)

-

(651 321 15)

2 552 283 47

1 900 962 32

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Year ended December 31, 2008

NET CHANGES IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS (651 321 15)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures; in the Statement of Activities,  
these costs are allocated over their estimated useful lives as depreciation

Depreciation Expense	(242 612 14)
Capital Outlay	926 470 76

Receipt of debt proceeds is a financing source in the governmental funds, the receipt  
does not have an effect in the statement of activities but does increase the debt  
balance in the statement of net assets.

Accrued compensated absences	(9 235 30)
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Repayment of debt principal is an expenditure in the governmental funds, the  
repayment does not have an effect in the statement of activities but does  
reduce the debt balance in the statement of net assets.

Principal payments on long-term debt	
Bonds payable	<u>30 000 00</u>

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>53 302 17</u></u>
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The accompanying notes are an integral part of these financial statements.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 1 – Summary of Significant Accounting Policies

The accounting policies of the Charter Township of Hampton, Bay County, Michigan, conform to generally accepted accounting principles as applicable to governmental units.

Reporting Entity

The financial statements of the Township contain all the Township funds and component units that are controlled by or dependent on the Township's executive or legislative branches.

The reporting entity is the Charter Township of Hampton. The Township is governed by an elected Township Board. As required by generally accepted accounting principles, these financial statements present the Township as the primary government.

Government-Wide and Fund Financial Statements

The government-wide financial statements, (the Statement of Net Assets and the Statement of Changes in Net Assets) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes, intergovernmental payments and other items not properly included among program revenues are reported as general revenue.

Major individual governmental and business type funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, restricted resources are applied first.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 1 – Summary of Significant Accounting Policies (continued)

Governmental Funds

General and Special Revenue Funds

The General Fund, the Road Fund, the Downtown Development Authority Fund and the Building Department Fund, receive and account for the monies collected to provide the general governmental services of the Township. The General Fund is used to account for all transactions not properly accounted for in any other fund. The Road Fund accounts for property taxes levied for the Township road maintenance. The Downtown Development Authority is a separate component unit that is an integral part of the Charter Township of Hampton and it is therefore reported under the blending method as a special revenue fund that was established pursuant to Act 197 of the Public Acts of 1975, to promote economic growth within the Township. The Building Department Fund accounts for building permits and the related expenses.

Debt Service Fund

The General Obligation Limited Tax Bond Debt Service Fund was established to collect revenues to meet the payments of the debt. Amounts are levied each year in sufficient amounts to meet the required payments and are deposited in the fund as collected. Subsequently, the principal and interest payments are made when due. Interest earned on temporary investment of these monies is retained within the fund.

Capital Projects Fund

The General Obligation Limited Tax Bond Construction Fund was established to account for the bond proceeds used for project construction.

Agency Funds

The Current Tax Collection Fund and the Agency Fund have been established to account for monies which are held by the Township as agent for other governmental entities, funds or individuals. The Current Tax Collection Fund receives tax collections and disburses the amount collected to the proper fund or governmental entity. The Agency Fund receives delinquent property taxes and mobile home court fees and disburses these to the proper fund or governmental entity. These funds do not have revenues, expenditures or fund balances because by their nature their assets always equal their liabilities.

Assets, Liabilities and Net Assets or Equity

Bank deposits and investments – Cash and cash equivalent investments include cash on hand, demand deposits, certificates of deposit and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

Receivables

Receivables have been recognized for all significant amounts due to the Township. Allowances for uncollectible accounts have been provided.

Inventories

All purchases of materials are reflected in expenses when paid in all funds.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 1 – Summary of Significant Accounting Policies (continued)

Property Taxes

Property taxes and other revenue that are both measurable and available for use to finance operations are recorded as revenue when earned.

Properties are assessed as of December 31 and the related property taxes become a lien on December 1 of the following year. These taxes are due on February 14 with the final collection date of February 28 before they are added to the county tax rolls. The Township 2007 tax roll millage rate was 5.65 mills, and the taxable value was \$459,636,342.00.

Encumbrances

Encumbrances involving the current recognition of purchase orders, contracts and other commitments for future expenditures are not recorded.

Capital Assets

Capital assets are defined by the Township as assets with an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost. Donated assets are reported at estimated fair market value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and improvements	15-50 years
Vehicles and equipment	3-25 years
Infrastructure	20 years

Compensated Absences (Vacation and Sick Leave)

The estimated current portion of the liability for vacation and sick leave benefits attributable to the Township's governmental funds is recorded as an expenditure and liability in the respective funds. The estimated long-term portion of the liability for vacation and sick leave benefits is recorded as an expense and a non-current liability in the government wide statements. Employees may accumulate an unlimited number of days of vacation leave and are paid for unused sick leave upon termination of employment.

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Note 2 – Budgets and Budgetary Accounting

The following procedures are followed in establishing the budgetary data reflected in these financial statements:

1. Prior to the beginning of the fiscal year, the proposed budget for each budgetary fund is submitted to the Township Board for consideration.
2. The proposed budgets include expenditures as well as the methods of financing them.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 2 – Budgets and Budgetary Accounting (continued)

The following procedures are followed in establishing the budgetary data reflected in these financial statements:

3. Public hearings are held to obtain taxpayer comments.
4. The budgets are adopted at the activity level by a majority vote of the Township Board.
5. The budgets are adopted on the modified accrual basis of accounting.
6. The originally adopted budgets can be amended during the year only by a majority vote of the Township Board.
7. The adopted budgets are used as a management control device during the year for all budgetary funds.
8. Budget appropriations lapse at the end of each fiscal year.
9. The budgeted amounts shown in these financial statements are the originally adopted budgets with all amendments that were approved by the Township Board during the fiscal year.

Note 3 – Deposits and Investments

Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or federal agency obligation repurchase agreements; banker's acceptance of United States banks; commercial paper rated within the two highest classifications, which mature not more than 270 days after the date purchase; obligations of the State of Michigan or its political subdivisions which are rated as investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan.

The Township Board has designated seven banks for the deposit of Township funds. The investment policy adopted by the board in accordance with Public Act 196 of 1997 has authorized investment in all investments authorized by state law as listed above.

The Township's deposits and investments are in accordance with statutory authority.

The Governmental Accounting Standards Board Statement No. 3, risk disclosures for the cash deposits are as follows:

	<u>Carrying Amounts</u>
Total Deposits	<u>3 599 724 23</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 3 – Deposits and Investments (continued)

Amounts in the bank balances are without considering deposits in transit or uncleared checks.

	<u>Bank Balances</u>
Insured (FDIC)	602 440 80
Uninsured and Uncollateralized	<u>3 040 830 98</u>
Total Deposits	<u><u>3 643 271 78</u></u>

The Charter Township of Hampton did not have any investments at December 31, 2008.

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Township manages its exposure to interest rate risk is by participating in financial institution pooled funds and in mutual funds which hold diverse investments that are authorized by law for direct investments.

Concentration of Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The financial institution pooled funds are the mutual funds do not have a rating provided by a nationally recognized statistical rating organization.

The investment policy of the Township contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by Michigan law.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. Michigan law and the Township's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Michigan law and the Township's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments. With respect to investment, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 4 – Capital Assets

Capital asset activity of the Township's Governmental activities for the current year was as follows:

	Balance 1/1/08	Additions	Deletions	Balance 12/31/08
Governmental Activities:				
Land and improvements	1 283 195 20	-	-	1 283 195 20
Buildings and improvements	974 162 00	-	-	974 162 00
Vehicles and equipment	2 607 657 09	91 230 00	(31 000 00)	2 667 887 09
Infrastructure	1 665 016 26	835 240 76	-	2 500 257 02
Total	6 530 030 55	926 470 76	(31 000 00)	7 425 501 31
Accumulated Depreciation	(2 904 280 87)	(242 612 14)	31 000 00	(3 115 893 01)
Net Capital Assets	3 625 749 68	683 858 62	-	4 309 608 30

Note 5 – Interfund Receivables and Payables

The amounts of interfund receivables and payables are as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Fund</u>	<u>Interfund Payable</u>
General	2 417 460 92	Building Agency Current Tax Collection	51 314 93 521 48 2 365 624 51
	<u>2 417 460 92</u>		<u>2 417 460 92</u>
Downtown Development Authority	93 269 37	Current Tax Collection	93 269 37
Road	298 315 77	Current Tax Collection	298 315 77
Total	<u>2 809 046 06</u>	Total	<u>2 809 046 06</u>

Note 6 – Interfund Transfers

The amounts of interfund transfers are as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Fund</u>	<u>Transfer Out</u>
G.O.L.T. Bond Debt Service	220 100 00	Downtown Development Authority	220 100 00
Road	12 025 60	G.O.L.T. Bond Construction	12 025 60
Total	<u>232 125 60</u>	Total	<u>232 125 60</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 7 – Changes in Long-Term Debt

A summary of changes in long-term debt follows:

	Balance 1/1/08	Additions	Deductions	Balance 12/31/08
2006 General Obligation Limited Tax Bonds	945 000 00	-	30 000 00	915 000 00
2008 General Obligation Limited Tax Bonds	860 000 00	-	-	860 000 00
Accumulated vacation and sick pay	<u>177 696 30</u>	<u>9 235 30</u>	<u>-</u>	<u>186 931 60</u>
Total	<u>1 982 696 30</u>	<u>9 235 30</u>	<u>30 000 00</u>	<u>1 961 931 60</u>

Note 8 – 2006 General Obligation Limited Tax Bonds

On December 20, 2006, the Township sold \$975,000.00 of its bonds to provide funds to pay a portion of the cost of certain capital improvements within the downtown area of the township, including the relocation of utility lines and related utility apparatus and equipment and the acquisition and construction of streetscape improvements, including sidewalks, together with related improvements and appurtenances relating thereto and to pay costs incidental to the issuance of the bonds.

The bond principal interest is payable from the general funds of the Township, and the Township is required, if necessary, to levy ad valorem taxes on all taxable property in the Township for the payment thereof, subject to applicable constitutional, statutory and charter tax rate limitations.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 8 – 2006 General Obligation Limited Tax Bonds (continued)

As of December 31, 2008, the principal balance outstanding was \$915,000.00 and it is payable as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total</u>
5/1/09			\$18 543 75	\$18 543 75
11/1/09	\$ 35 000 00	4.000%	18 543 75	53 543 75
5/1/10			17 843 75	17 843 75
11/1/10	35 000 00	4.000	17 843 75	52 843 75
5/1/11			17 143 75	17 143 75
11/1/11	35 000 00	4.000	17 143 75	52 143 75
5/1/12			16 443 75	16 443 75
11/1/12	40 000 00	4.000	16 443 75	56 443 75
5/1/13			15 643 75	15 643 75
11/1/13	40 000 00	4.000	15 643 75	55 643 75
5/1/14			14 843 75	14 843 75
11/1/14	40 000 00	4.000	14 843 75	54 843 75
5/1/15			14 043 75	14 043 75
11/1/15	45 000 00	4.000	14 043 75	59 043 75
5/1/16			13 143 75	13 143 75
11/1/16	45 000 00	4.000	13 143 75	58 143 75
5/1/17			12 243 75	12 243 75
11/1/17	50 000 00	4.000	12 243 75	62 243 75
5/1/18			11 243 75	11 243 75
11/1/18	50 000 00	4.000	11 243 75	61 243 75
5/1/19			10 243 75	10 243 75
11/1/19	55 000 00	4.000	10 243 75	65 243 75
5/1/20			9 143 75	9 143 75
11/1/20	55 000 00	4.000	9 143 75	64 143 75
5/1/21			8 043 75	8 043 75
11/1/21	60 000 00	4.125	8 043 75	68 043 75
5/1/22			6 806 25	6 806 25
11/1/22	60 000 00	4.125	6 806 25	66 806 25
5/1/23			5 568 75	5 568 75
11/1/23	65 000 00	4.125	5 568 75	70 568 75
5/1/24			4 228 13	4 228 13
11/1/24	65 000 00	4.125	4 228 13	69 228 13
5/1/25			2 887 50	2 887 50
11/1/25	70 000 00	4.125	2 887 50	72 887 50
5/1/26			1 443 75	1 443 75
11/1/26	<u>70 000 00</u>	4.125	<u>1 443 75</u>	<u>71 443 75</u>
Totals	<u>\$915 000 00</u>		<u>\$399 006 26</u>	<u>\$1 314 006 26</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 9 – 2007 General Obligation Limited Tax Bonds

On August 8, 2007, the Township sold \$860,000.00 of its bonds to provide funds to pay a portion of the cost of certain capital improvements within the downtown area of the township, including the relocation of utility lines and related utility apparatus and equipment and the acquisition and construction of streetscape improvements, including sidewalks, together with related improvements and appurtenances relating thereto and to pay costs incidental to the issuance of the bonds.

The bond principal interest is payable from the general funds of the Township, and the Township is required, if necessary, to levy ad valorem taxes on all taxable property in the Township for the payment thereof, subject to applicable constitutional, statutory, and charter tax rate limitations.

As of December 31, 2008, the principal balance outstanding was \$860,000.00 and it is payable as follows:

<u>Due Date</u>	<u>Principal</u>	<u>Interest Rate</u>	<u>Interest</u>	<u>Total</u>
5/1/09			\$20 090 00	\$20 090 00
11/1/09			20 090 00	20 090 00
5/1/10			20 090 00	20 090 00
11/1/10			20 090 00	20 090 00
5/1/11			20 090 00	20 090 00
11/1/11	\$35 000 00	4.6%	20 090 00	55 090 00
5/1/12			19 285 00	19 285 00
11/1/12	35 000 00	4.6	19 285 00	54 285 00
5/1/13			18 480 00	18 480 00
11/1/13	40 000 00	4.6	18 480 00	58 480 00
5/1/14			17 560 00	17 560 00
11/1/14	40 000 00	4.6	17 560 00	57 560 00
5/1/15			16 640 00	16 640 00
11/1/15	45 000 00	4.6	16 640 00	61 640 00
5/1/16			15 605 00	15 605 00
11/1/16	45 000 00	4.6	15 605 00	60 605 00
5/1/17			14 570 00	14 570 00
11/1/17	50 000 00	4.7	14 570 00	64 570 00
5/1/18			13 395 00	13 395 00
11/1/18	50 000 00	4.7	13 395 00	63 395 00
5/1/19			12 220 00	12 220 00
11/1/19	55 000 00	4.7	12 220 00	67 220 00
5/1/20			10 927 50	10 927 50
11/1/20	55 000 00	4.7	10 927 50	65 927 50
5/1/21			9 635 00	9 635 00
11/1/21	60 000 00	4.7	9 635 00	69 635 00
5/1/22			8 225 00	8 225 00
11/1/22	65 000 00	4.7	8 225 00	73 225 00
5/1/23			6 697 50	6 697 50
11/1/23	65 000 00	4.7	6 697 50	71 697 50
5/1/24			5 170 00	5 170 00
11/1/24	70 000 00	4.7	5 170 00	75 170 00
5/1/25			3 525 00	3 525 00
11/1/25	75 000 00	4.7	3 525 00	78 525 00
5/1/26			1 762 50	1 762 50
11/1/26	<u>75 000 00</u>	4.125	<u>1 762 50</u>	<u>76 762 50</u>
Totals	<u>\$860 000 00</u>		<u>\$467 935 00</u>	<u>\$1 327 935 00</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

NOTES TO FINANCIAL STATEMENTS  
December 31, 2008

Note 10 – Deferred Compensation Plan

The Township does not have a deferred compensation plan.

Note 11 – Retirement Plan

The Township has a defined contribution pension plan that covers all Township Board members and full-time employees of the Township. The Township's current year covered payroll was \$1,662,741.96 and its total current year payroll for all employees was \$1,976,855.32. The plan was established under Act 27, P.A. 1960 and Township ordinances 24 and 24.1. All full-time employees who work over 30 hours per week plus Township Board members are covered under the plan. The Township contributes 10% to 15% of each employee's compensation and the employee can contribute additional amounts. All participants covered are immediately vested. The Township's contribution requirement for the year ended December 31, 2008, was \$249,411.30 which was entirely paid during the year. This contribution represents 15.0% of the current year covered payroll. Employee contributions for the year ended December 31, 2008, were \$114,373.08 which was entirely paid during the year. This represents 6.88% of the current year covered payroll.

Note 12 – Risk Management

The Township is exposed to various risks of loss related to property loss, torts, errors, omissions, and employee injuries (workers' compensation). The Township has purchased commercial insurance for property loss, torts and workers' compensation claims. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

Note 13 – Reserved Fund Balances

The fund balance in the Debt Service Fund includes a reservation for the retirement of long-term debt.

Note 14 – Building Permits

As of December 31, 2008, the Township had building permit revenues of \$88,997.65 and building permit expenses of \$64,732.62.

Note 15 – Post-employment Health Care Benefits

The Township provides health care benefits to retirees in accordance with labor contracts. Expenditures for post-employment health care benefits are recognized as the insurance premiums become due. These benefits are paid from the General Fund and were \$232,950.94 during the year ended December 31, 2008.

Upcoming reporting change:

The Governmental Accounting Standards Board has recently released Statement No. 45, Accounting and Reporting by Employers for Post-employment Benefits Other Than Pensions. The new pronouncement provides guidance for local units of government in recognizing the cost of retiree health care, as well as any "other" post-employment benefits (other than pensions). The new rules will cause the government-wide financial statements to recognize the cost of providing retiree health care coverage over the working life of the employee, rather than at the time the health care premiums are paid. The new pronouncement is effective for the year ending December 31, 2009. Management is currently assessing the impact of this new accounting standard on the Township's financial statements for future reporting periods.

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

BUDGETARY COMPARISON SCHEDULE – GENERAL FUND  
Year ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues:				
Property taxes	2 470 262 00	2 470 262 00	2 504 539 85	34 277 85
Licenses and permits	82 000 00	82 000 00	122 671 69	40 671 69
State revenue sharing	692 500 00	692 500 00	716 894 01	24 394 01
Charges for services	347 800 00	347 800 00	601 330 64	253 530 64
Interest	109 500 00	109 500 00	79 778 73	(29 721 27)
Miscellaneous	108 945 00	108 945 00	155 525 23	46 580 23
Total revenues	3 811 007 00	3 811 007 00	4 180 740 15	369 733 15
Expenditures:				
Legislative:				
Township Board	93 055 00	93 055 00	82 586 02	(10 468 98)
General government:				
Supervisor	70 390 00	70 390 00	67 959 04	(2 430 96)
Elections	22 500 00	20 615 00	12 143 55	(8 471 45)
Accounting department	183 925 00	187 882 00	176 170 13	(11 711 87)
Assessor	156 830 00	158 830 00	155 429 66	(3 400 34)
Attorney	35 000 00	35 000 00	20 915 07	(14 084 93)
Consultant	25 000 00	25 000 00	10 920 14	(14 079 86)
Clerk	75 625 00	75 625 00	71 485 87	(4 139 13)
Geographic information system	1 600 00	1 600 00	58 24	(1 541 76)
Board of Review	2 790 00	2 790 00	1 251 58	(1 538 42)
Treasurer	84 605 00	84 605 00	80 554 74	(4 050 26)
Township hall and grounds	45 810 00	45 810 00	26 054 05	(19 755 95)
Citizens community building	30 680 00	33 380 00	22 171 45	(11 208 55)
Public relations	6 500 00	9 475 00	8 043 94	(1 431 06)
Grant writing	5 000 00	5 000 00	-	(5 000 00)
Public safety:				
Police department	985 056 00	986 014 00	955 716 37	(30 297 63)
Fire department	808 850 00	811 525 00	735 536 71	(75 988 29)
Planning Commission	14 585 00	14 585 00	9 200 37	(5 384 63)
Board of Appeals	7 915 00	7 915 00	3 523 65	(4 391 35)
Public works:				
Department of Public Works	663 950 00	681 191 00	652 775 65	(28 415 35)
Weed control	7 500 00	7 500 00	215 18	(7 284 82)
Drains	22 500 00	22 500 00	15 01	(22 484 99)
Highways and streets	30 000 00	30 000 00	5 688 40	(24 311 60)
Engineering	20 000 00	20 000 00	11 891 00	(8 109 00)
Street lighting	120 000 00	120 000 00	101 657 85	(18 342 15)
Sanitation	132 220 00	132 220 00	130 117 59	(2 102 41)
Sewer	169 725 00	174 842 00	166 556 02	(8 285 98)
Water	131 400 00	131 400 00	125 611 78	(5 788 22)
Recreation and culture:				
Recreation – parks	64 825 00	64 825 00	62 526 52	(2 298 48)
Recreation – parks – other	9 200 00	9 200 00	7 321 84	(1 878 16)
Rail Trail	2 900 00	2 900 00	1 614 97	(1 285 03)

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

BUDGETARY COMPARISON SCHEDULE – GENERAL FUND  
Year ended December 31, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
Expenditures: (continued)				
Other functions:				
Insurance	130 000 00	130 000 00	124 018 26	(5 981 74)
Hospitalization	252 000 00	252 000 00	232 950 94	(19 049 06)
Contingency	307 647 00	391 086 53	-	(391 086 53)
Capital outlay	<u>225 250 00</u>	<u>199 344 00</u>	<u>91 230 00</u>	<u>(108 114 00)</u>
Total expenditures	<u>4 944 833 00</u>	<u>5 038 104 53</u>	<u>4 153 911 59</u>	<u>(884 192 94)</u>
Excess (deficiency) of revenues over expenditures	(1 133 826 00)	(1 227 097 53)	26 828 56	1 253 926 09
Fund balance, January 1	<u>1 133 826 00</u>	<u>1 227 097 53</u>	<u>1 227 097 53</u>	<u>-</u>
Fund Balance, December 31	<u>-</u>	<u>-</u>	<u>1 253 926 09</u>	<u>1 253 926 09</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

BUDGETARY COMPARISON SCHEDULE – ROAD FUND  
Year ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues:				
Property taxes	294 410 00	294 410 00	296 222 31	1 812 31
Interest	<u>3 000 00</u>	<u>3 000 00</u>	<u>3 397 42</u>	<u>397 42</u>
Total revenues	<u>297 410 00</u>	<u>297 410 00</u>	<u>299 619 73</u>	<u>2 209 73</u>
Expenditures:				
Public works:				
Highways and streets	356 616 00	356 616 00	234 120 55	(122 495 45)
Contingency	<u>25 000 00</u>	<u>25 000 00</u>	<u>-</u>	<u>(25 000 00)</u>
Total expenditures	<u>381 616 00</u>	<u>381 616 00</u>	<u>234 120 55</u>	<u>(147 495 45)</u>
Excess (deficiency) of revenues over expenditures	<u>(84 206 00)</u>	<u>(84 206 00)</u>	<u>65 499 18</u>	<u>149 705 18</u>
Other financing sources (uses):				
Operating transfers in	-	-	12 025 60	12 025 60
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>12 025 60</u>	<u>12 025 60</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(84 206 00)	(84 206 00)	77 524 78	161 730 78
Fund balance, January 1	<u>84 206 00</u>	<u>84 206 00</u>	<u>135 409 87</u>	<u>51 203 87</u>
Fund Balance, December 31	<u>-</u>	<u>-</u>	<u>212 934 65</u>	<u>212 934 65</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GENERAL FUND REVENUES BY DETAILED ACCOUNT  
Year ended December 31, 2008

Property taxes:	
Current year's tax levy	2 272 444 53
Administration fees	217 924 28
P.I.L.O.T.	14 171 04
	<u>2 504 539 85</u>
Licenses and permits:	
Mobile home court fees	2 084 00
Cable T.V. fees	104 322 95
Ordinance fees	12 214 74
Other permits	4 050 00
	<u>122 671 69</u>
State revenue sharing:	
Revenue sharing	701 246 86
State grants	9 740 70
Liquor license fees	5 906 45
	<u>716 894 01</u>
Charges for services:	
Frontage and tap on fees	40 950 00
Service charges on billings	106 762 10
Sewer and Water Reserve	382 772 57
Penalties – Water and Sewer	18 449 04
Charges for services – miscellaneous	27 396 93
Charges to other units	25 000 00
	<u>601 330 64</u>
Interest	<u>79 778 73</u>
Miscellaneous:	
Rent	38 875 00
Park	78 024 00
Duplicating copies	3 598 61
Royalties	4 966 63
Other	30 060 99
	<u>155 525 23</u>
Total Revenues	<u><u>4 180 740 15</u></u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GENERAL FUND EXPENDITURES BY DETAILED ACCOUNT  
Year ended December 31, 2008

Township Board:

Trustee salaries	29 490 76
Social security tax	2 273 42
Group health insurance	17 923 52
Group life insurance	453 39
Retirement fund contribution	4 380 48
Miscellaneous	1 688 25
Audit fees	15 840 00
Memberships and dues	6 150 00
Printing and publishing	2 396 53
Travel	1 989 67
	<u>82 586 02</u>

Supervisor:

Salaries	51 593 34
Social security tax	3 947 14
Group health insurance	1 500 00
Sickness and accident insurance	24 00
Memberships and dues	3 386 99
Group life insurance	121 08
Retirement fund contribution	7 356 49
Travel and education	30 00
	<u>67 959 04</u>

Elections:

Salaries	9 443 09
Office supplies	2 700 46
	<u>12 143 55</u>

Accounting department:

Salaries	89 726 60
Social security tax	7 007 57
Sick and accident insurance	1 184 64
Group health insurance	31 443 99
Group life insurance	337 50
Retirement fund contribution	13 694 48
Travel	73 90
Office supplies	10 665 22
Telephone	2 938 11
Contracted services	17 403 73
Miscellaneous	1 694 39
	<u>176 170 13</u>

Assessor:

Salaries	101 491 09
Social security tax	7 966 43
Unemployment insurance	202 50
Group health insurance	16 444 10
Sickness and accident insurance	1 130 97
Group life insurance	163 75
Retirement fund contribution	14 833 47
Office supplies	464 26

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GENERAL FUND EXPENDITURES BY DETAILED ACCOUNT  
Year ended December 31, 2008

Assessor: (continued)	
Contracted services	3 085 00
Education	817 00
Miscellaneous	1 181 67
Memberships and dues	2 111 95
Tax roll preparation	5 537 47
	<u>155 429 66</u>
Attorney:	
Legal fees	<u>20 915 07</u>
Consultant:	
Professional fees	<u>10 920 14</u>
Clerk:	
Salaries	51 623 02
Social security tax	3 915 94
Group health insurance	7 299 44
Group life insurance	103 20
Retirement fund contribution	7 731 98
Travel and education	657 29
Memberships and dues	155 00
	<u>71 485 87</u>
Geographic information system:	
Contracted services	<u>58 24</u>
Board of Review:	
Fees and per diem	850 00
Social security tax	65 04
Miscellaneous	336 54
	<u>1 251 58</u>
Treasurer:	
Salaries	51 643 34
Social security tax	3 948 88
Group health insurance	16 423 52
Group life insurance	90 12
Retirement fund contribution	7 356 49
Memberships and dues	60 00
Travel and education	1 032 39
	<u>80 554 74</u>
Township hall and grounds:	
Salaries	8 359 49
Social security tax	638 10
Unemployment insurance	135 00
Operating supplies	2 120 29
Equipment maintenance	273 50
Utilities	12 376 46
Building maintenance	2 058 42
Miscellaneous	92 79
	<u>26 054 05</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GENERAL FUND EXPENDITURES BY DETAILED ACCOUNT  
Year ended December 31, 2008

Citizens community building:	
Salaries	7 958 57
Social security tax	608 70
Building maintenance	6 175 20
Supplies	1 499 49
Equipment maintenance	215 48
Utilities	5 622 05
Miscellaneous	91 96
	<hr/> 22 171 45
Public relations:	
Community promotion	2 476 00
Miscellaneous	5 567 94
	<hr/> 8 043 94
Police department:	
Salaries	576 039 93
Social security tax	43 748 93
Unemployment insurance	1 518 75
Group health insurance	159 434 64
Sickness and accident insurance	6 604 65
Group life insurance	998 88
Retirement fund contribution	79 044 21
Education	5 868 91
Operating supplies	8 938 03
Contracted services	4 341 99
Uniforms	7 212 59
Office supplies	2 997 19
Fuel	21 786 76
Auto parts and maintenance	6 976 05
Equipment maintenance	3 236 45
Memberships and dues	175 00
Telephone	3 581 99
Legal	8 926 06
Utilities	6 039 94
Building maintenance	4 871 05
Miscellaneous	3 374 37
	<hr/> 955 716 37
Fire department:	
Salaries – regular	413 114 22
Salaries – part-time	60 891 85
Social security tax	36 877 29
Unemployment insurance	1 079 98
Group health insurance	103 449 95
Sickness and accident insurance	4 226 44
Group life insurance	1 736 02
Retirement fund contribution	48 378 65
Education	7 010 79
Uniforms	4 124 79
Supplies	1 166 16
Operating supplies	5 089 31
Fuel	7 236 21
Equipment maintenance	13 853 32
Contracted services	2 640 55

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GENERAL FUND EXPENDITURES BY DETAILED ACCOUNT  
Year ended December 31, 2008

Fire department: (continued)	
Memberships and dues	225 00
Telephone	3 068 59
Travel	1 937 12
Utilities	9 357 41
Building maintenance	6 411 60
Physicals	3 595 30
Miscellaneous	66 16
	<u>735 536 71</u>
Planning Commission:	
Fees and per diem	1 750 00
Social security tax	134 00
Office supplies	378 00
Memberships and dues	362 50
Legal fees	6 386 87
Printing and publishing	189 00
	<u>9 200 37</u>
Board of Appeals:	
Fees and per diem	1 295 00
Social security tax	99 16
Office supplies	77 09
Legal fees	1 207 50
Memberships and dues	362 50
Printing and publishing	482 40
	<u>3 523 65</u>
Department of Public Works:	
Salaries	354 078 52
Social security tax	27 342 03
Unemployment insurance	1 046 26
Group health insurance	87 843 46
Sickness and accident insurance	4 187 87
Group life insurance	895 85
Retirement fund contribution	49 826 53
Supplies	20 550 16
Education	724 00
Fuel	46 701 50
Uniforms	859 99
Contracted services	14 661 26
Telephone	1 433 74
Utilities	10 822 36
Building maintenance	4 645 19
Equipment maintenance	20 663 67
Dike maintenance	1 677 46
Miscellaneous	4 815 80
	<u>652 775 65</u>
Weed control:	
Salaries	199 88
Social security tax	15 30
	<u>215 18</u>
Drains:	
Supplies	<u>15 01</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GENERAL FUND EXPENDITURES BY DETAILED ACCOUNT  
Year ended December 31, 2008

Highways and streets:	
Road maintenance	<u>5 688 40</u>
Engineering:	
Contracted services	<u>11 891 00</u>
Street lighting:	
Utilities	<u>101 657 85</u>
Sanitation:	
Salaries	15 489 76
Social security tax	1 163 96
Unemployment insurance	135 01
Group health insurance	15 240 80
Sickness and accident insurance	201 32
Life insurance	121 08
Supplies	29 46
Contracted services	90 913 60
Telephone	342 40
Utilities	984 15
Repairs and maintenance	4 726 05
Miscellaneous	<u>770 00</u>
	<u>130 117 59</u>
Sewer:	
Wages	55 853 50
Social security tax	4 272 88
Group health insurance	27 434 19
Sickness and accident insurance	635 88
Unemployment insurance	202 50
Life insurance	181 62
Retirement fund contribution	7 787 26
Supplies	9 284 75
Contracted services	9 945 52
Utilities	43 780 42
Tap expense	337 36
Main maintenance	<u>6 840 14</u>
	<u>166 556 02</u>
Water:	
Wages	65 418 35
Social security tax	5 000 98
Group health insurance	24 385 45
Sickness and accident insurance	644 95
Unemployment insurance	202 50
Life insurance	160 61
Retirement fund contribution	9 021 26
Miscellaneous	4 410 87
Supplies	12 672 76
Contracted services	1 000 00
Utilities	<u>2 694 05</u>
	<u>125 611 78</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

GENERAL FUND EXPENDITURES BY DETAILED ACCOUNT  
Year ended December 31, 2008

Recreation – parks:	
Salaries	6 442 31
Social security tax	493 00
Unemployment insurance	96 63
Supplies	30 825 82
Repairs and maintenances	107 04
Contracted services	1 716 41
Utilities	18 097 61
Miscellaneous	<u>4 747 70</u>
	<u>62 526 52</u>
Recreation – parks – other:	
Supplies	3 089 17
Utilities	1 713 19
Contracted services	1 950 00
Repairs and maintenance	<u>569 48</u>
	<u>7 321 84</u>
Rail Trail:	
Miscellaneous	<u>1 614 97</u>
Insurance	<u>124 018 26</u>
Hospitalization	<u>232 950 94</u>
Capital outlay	<u>91 230 00</u>
Total Expenditures	<u><u>4 153 911 59</u></u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

COMBINING BALANCE SHEET – ALL NONMAJOR FUNDS  
December 31, 2008

	<u>Downtown Development Authority</u>	<u>Building Department</u>	<u>G.O.L.T. Bond Debt Service</u>	<u>Total</u>
<u>Assets</u>				
Cash in bank	247 791 29	137 722 92	164 333 44	549 847 65
Due from other funds	<u>93 269 37</u>	<u>-</u>	<u>-</u>	<u>93 269 37</u>
Total Assets	<u>341 060 66</u>	<u>137 722 92</u>	<u>164 333 44</u>	<u>643 117 02</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Due to other funds	-	51 314 93	-	51 314 93
Deferred revenue – property taxes	<u>157 700 51</u>	<u>-</u>	<u>-</u>	<u>157 700 51</u>
Total liabilities	<u>157 700 51</u>	<u>51 314 93</u>	<u>-</u>	<u>209 015 44</u>
Fund balances:				
Reserved for debt service	-	-	164 333 44	164 333 44
Unreserved:				
Undesignated	<u>183 360 15</u>	<u>86 407 99</u>	<u>-</u>	<u>269 768 14</u>
Total fund balances	<u>183 360 15</u>	<u>86 407 99</u>	<u>164 333 44</u>	<u>434 101 58</u>
Total Liabilities and Fund Balances	<u>341 060 66</u>	<u>137 722 92</u>	<u>164 333 44</u>	<u>643 117 02</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES – ALL NONMAJOR FUNDS  
Year ended December 31, 2008

	Downtown Development Authority	Building Department	G.O.L.T Bond Debt Service	Total
Revenues:				
Property taxes	147 963 77	-	-	147 963 77
Licenses and permits	-	88 997 65	694 62	89 692 27
Interest	6 137 80	2 399 06	-	8 536 86
Miscellaneous	45 000 00	-	-	45 000 00
Total revenues	<u>199 101 57</u>	<u>91 396 71</u>	<u>694 62</u>	<u>291 192 90</u>
Expenditures:				
Public safety:				
Building inspection	-	64 732 62	-	64 732 62
Other functions:				
Downtown Development Authority	25 701 29	-	-	25 701 29
Capital outlay	9 743 44	-	-	9 743 44
Debt service	-	-	119 237 52	119 237 52
Total expenditures	<u>35 444 73</u>	<u>64 732 62</u>	<u>119 237 52</u>	<u>219 414 87</u>
Excess (deficiency) of revenues over expenditures	<u>163 656 84</u>	<u>26 664 09</u>	<u>(118 542 90)</u>	<u>71 778 03</u>
Other financing sources (uses):				
Operating transfers in	-		220 100 00	220 100 00
Operating transfers out	(220 100 00)	-	-	(220 100 00)
Total other financing sources (uses)	<u>(220 100 00)</u>	<u>-</u>	<u>220 100 00</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(56 443 16)	26 664 09	101 557 10	71 778 03
Fund balances, January 1	<u>239 803 31</u>	<u>59 743 90</u>	<u>62 776 34</u>	<u>362 323 55</u>
Fund Balances, December 31	<u><u>183 360 15</u></u>	<u><u>86 407 99</u></u>	<u><u>164 333 44</u></u>	<u><u>434 101 58</u></u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

COMBINING BALANCE SHEET – ALL AGENCY FUNDS  
December 31, 2008

	<u>Current Tax Collection Fund</u>	<u>Agency Fund</u>	<u>Total</u>
<u>Assets</u>			
Cash in bank	1 129 271 73	521 48	1 129 793 21
Taxes receivable	<u>4 363 362 17</u>	<u>-</u>	<u>4 363 362 17</u>
Total Assets	<u>5 492 633 90</u>	<u>521 48</u>	<u>5 493 155 38</u>
<u>Liabilities</u>			
Liabilities:			
Due to General Fund	2 365 624 51	521 48	2 366 145 99
Due to Downtown Development Authority Fund	93 269 37	-	93 269 37
Due to Road Fund	298 315 77	-	298 315 77
Due to Bay County	2 145 521 42	-	2 145 521 42
Due to Bay Metro	343 110 94	-	343 110 94
Due to Delta College	34 612 83	-	34 612 83
Due to Bay Arenac Intermediate School District	84 553 69	-	84 553 69
Due to Essexville-Hampton School District	46 358 54	-	46 358 54
Due to Bay City School District	80 284 38	-	80 284 38
Due to others	<u>982 45</u>	<u>-</u>	<u>982 45</u>
Total Liabilities	<u>5 492 633 90</u>	<u>521 48</u>	<u>5 493 155 38</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – ALL AGENCY FUNDS  
Year ended December 31, 2008

	<u>Balance 1/1/08</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 12/31/08</u>
<u>CURRENT TAX COLLECTION FUND</u>				
<u>Assets</u>				
Cash in bank and investments	729 046 21	20 728 933 61	20 328 708 09	1 129 271 73
Taxes receivable	<u>4 742 132 81</u>	<u>20 552 313 08</u>	<u>20 931 083 72</u>	<u>4 363 362 17</u>
Total Assets	<u>5 471 179 02</u>	<u>41 281 246 69</u>	<u>41 259 791 81</u>	<u>5 492 633 90</u>
<u>Liabilities</u>				
Due to other units	2 717 237 89	17 406 636 61	17 388 450 25	2 735 424 25
Due to other funds	<u>2 753 941 13</u>	<u>2 943 526 36</u>	<u>2 940 257 84</u>	<u>2 757 209 65</u>
Total Liabilities	<u>5 471 179 02</u>	<u>20 350 162 97</u>	<u>20 328 708 09</u>	<u>5 492 633 90</u>
<u>AGENCY FUND</u>				
<u>Assets</u>				
Cash in Bank and Investments	<u>4 004 10</u>	<u>173 900 80</u>	<u>177 383 42</u>	<u>521 48</u>
<u>Liabilities</u>				
Due to other units	-	155 781 55	155 781 55	-
Due to other funds	<u>4 004 10</u>	<u>18 119 25</u>	<u>21 601 87</u>	<u>521 48</u>
Total Liabilities	<u>4 004 10</u>	<u>173 900 80</u>	<u>177 383 42</u>	<u>521 48</u>
<u>TOTAL – ALL AGENCY FUNDS</u>				
<u>Assets</u>				
Cash in bank and investments	733 050 31	20 902 834 41	20 506 091 51	1 129 793 21
Taxes receivable	<u>4 742 132 81</u>	<u>20 552 313 08</u>	<u>20 931 083 72</u>	<u>4 363 362 17</u>
Total Assets	<u>5 475 183 12</u>	<u>41 455 147 49</u>	<u>41 437 175 23</u>	<u>5 493 155 38</u>
<u>Liabilities</u>				
Due to other units	2 717 237 89	17 562 418 16	17 544 231 80	2 735 424 25
Due to other funds	<u>2 757 945 23</u>	<u>2 961 645 61</u>	<u>2 961 859 71</u>	<u>2 757 731 13</u>
Total Liabilities	<u>5 475 183 12</u>	<u>20 524 063 77</u>	<u>20 506 091 51</u>	<u>5 493 155 38</u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

CURRENT TAX COLLECTION FUND  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
Year ended December 31, 2008

Cash in bank and investments – beginning of year	<u>729 046 21</u>
Cash receipts:	
Tax collections:	
2007 tax roll	4 519 832 36
2008 tax roll	16 188 950 91
Interest income	<u>20 150 34</u>
Total cash receipts	<u>20 728 933 61</u>
Total beginning balance and cash receipts	<u>21 457 979 82</u>
Cash disbursements:	
Township General Fund	2 487 483 23
Township Downtown Development Authority Fund	164 680 47
Township Road Fund	288 094 14
Bay County	7 305 792 85
Bay Metro	331 351 53
Delta College	919 716 91
Bay Arenac Intermediate School District	2 269 448 53
Bay City School District	951 765 76
Essexville-Hampton School District	5 587 634 41
Refunds of overpayments	<u>22 740 26</u>
Total cash disbursements	<u>20 328 708 09</u>
Cash in Bank and Investments – End of Year	<u><u>1 129 271 73</u></u>

CHARTER TOWNSHIP OF HAMPTON  
Bay County, Michigan

AGENCY FUND  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
Year ended December 31, 2008

Cash in bank – beginning of year	<u>4 004 10</u>
Cash receipts:	
Mobile home court fees	12 111 00
P.I.L.O.T.	161 765 32
Interest income	<u>24 48</u>
Total cash receipts	<u>173 900 80</u>
Total beginning balance and cash receipts	<u>177 904 90</u>
Cash disbursements:	
Township General Fund	19 759 64
Township Road Fund	1 842 23
Bay County	38 547 26
Bay City School District	6 660 38
Bay Metro	2 118 85
Bay Arenac Intermediate School District	13 953 63
Delta College	5 789 43
State of Michigan	<u>88 712 00</u>
Total cash disbursements	<u>177 383 42</u>
Cash in Bank – End of Year	<u><u>521 48</u></u>